

**MUHAMMAD AMER RIAZ SECURITIES (PVT) LIMITED**  
**BALANCE SHEET AS AT 31 MARCH, 2016**

	NOTE	,31-03-2016 <u>RS.</u>	,30-06-2015 <u>RS.</u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL &amp; RESERVES</b>			
<b>Authorized capital</b>			
1,200,000 ordinary shares of Rs.10 each		<u>12,000,000</u>	<u>12,000,000</u>
<b>Issued, subscribed and paid-up capital</b>	<b>4</b>		
1,050,000 ordinary shares of Rs. 10/- each		10,500,000	10,500,000
<b>Share Money Deposit</b>		2,900,000	2,900,000
<b>Reserves</b>			
<b>Revenue reserve</b>			
Accumulated (Loss)		(4,050)	(89,462)
<b>TOTAL EQUITY</b>		<u>13,395,950</u>	<u>13,310,538</u>
<b>NON-CURRENT LIABILITIES</b>			
<b>CURRENT LIABILITIES</b>			
Trade and other payables	<b>5</b>	5,874,701	10,901,000
Provision for taxation		47,289	47,289
		<u>5,921,990</u>	<u>10,948,289</u>
<b>TOTAL LIABILITIES</b>		<u>5,921,990</u>	<u>10,948,289</u>
<b>CONTINGENCIES &amp; COMMITMENTS</b>	<b>6</b>	-	-
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>19,317,940</u>	<u>24,258,827</u>
<b>ASSETS</b>			
<b>NON- CURRENT ASSETS</b>			
Property and equipment - tangible	<b>7</b>	523,831	617,625
Membership card -intangible	<b>8</b>	1,280,000	1,280,000
Long term security deposits	<b>9</b>	630,000	630,000
		<u>2,433,831</u>	<u>2,527,625</u>
<b>CURRENT ASSETS</b>			
Short Term Investment	<b>10</b>	7,999,651	8,771,317
Trade debts	<b>11</b>	4,541,302	3,833,118
Advances and Deposits	<b>12</b>	74,746	40,206
Cash and bank balances	<b>13</b>	4,268,410	9,086,561
		<u>16,884,109</u>	<u>21,731,202</u>
<b>TOTAL ASSETS</b>		<u>19,317,940</u>	<u>24,258,827</u>

The annexed notes form an integral part of these accounts.

Chief Executive

Director

**MUHAMMAD AMER RIAZ SECURITIES (PVT) LIMITED**  
**PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 MARCH, 2016**

	NOTE	31-03-2016 <u>RS.</u>	30-06-2015 <u>RS.</u>
<b>INCOME</b>			
Brokerage income - net		1,247,646	1,525,469
Dividend Income		253,192	226,185
Other Income		-	-
Gain on sale of securities		-	1,291,938
		<u>1,500,838</u>	<u>3,043,592</u>
<b>OPERATING EXPENSES</b>			
Administrative & General	14	1,406,572	2,784,560
Financial Charges	15	8,854	10,042
		<u>1,415,426</u>	<u>2,794,602</u>
<b>PROFIT BEFORE TAX</b>		<b>85,412</b>	<b>248,990</b>
<b>TAXATION</b>			
Normal Tax	16	-	47,289
Prior Year Tax		-	3,659
Capital gain tax on securities		-	4,165
		<u>-</u>	<u>55,113</u>
<b>PROFIT AFTER TAX CARRIED TO EQUITY STATEMENT</b>		<b><u>85,412</u></b>	<b><u>193,877</u></b>
<b>EARNINGS PER SHARE-BASIC AND DILUTED</b>	17	<b><u>0.08</u></b>	<b><u>0.18</u></b>

The annexed notes form an integral part of these accounts.

Chief Executive

Director

	31-03-2016 <u>RS.</u>	30-06-2015 <u>RS.</u>
<b>13. CASH &amp; BANK BALANCES</b>		
<b>CASH AT BANK</b>		
in current accounts		
MCB Bank Ltd A/C 658335201001217	4,057,856	7,748,582
MCB Bank Ltd A/C 0658335201001242	22,830	283,209
MCB BANK MUTAN A/C 3111	156,394	1,018,440
<b>CASH IN HAND</b>	31,330	36,330
	<b>4,268,410</b>	<b>9,086,561</b>
<b>14. OPERATING EXPENSES</b>		
Directors Remuneration	-	720,000
Staff Salaries & Benefits	459,000	715,000
Telephone & Postage	151,790	182,451
Printing & Stationery	7,000	2,925
Office General Expense	23,759	25,618
Newspaper & Periodicals	-	3,265
Entertainment	-	17,420
Fee & Taxes	27,083	108,326
LSE - NCSS & Charges	250,731	211,768
Electricity Charges	80,660	104,649
Repair & Maintenance	-	78,912
Travelling & Conveyance	-	248,754
Computer & I.T Expenses	61,600	57,000
Legal & Professional Charges	197,155	45,000
Audit Fee	-	25,000
Office Rent	54,000	72,000
Donation	-	3,000
Depreciation	93,794	163,472
	<b>1,406,572</b>	<b>2,784,560</b>
<b>15. FINANCIAL CHARGES</b>		
Bank Charges	8,854	10,042
	<b>8,854</b>	<b>10,042</b>
<b>16. TAXATION</b>		
<b>TOTAL INCOME</b>		
Brokerage income - net	1,247,646	1,525,469
Dividend Income	253,192	226,185
Other Income	-	-
Gain on sale of securities	-	1,291,938
	<b>1,500,838</b>	<b>3,043,592</b>
<b>PROFIT BEFORE TAX</b>	<b>85,412</b>	<b>248,990</b>

**TAX CALCULATION ON PRO-RATA BASIS**

TAXABLE INCOME  
EXEMPT INCOME

85,412	143,299
-	105,691
<b>85,412</b>	<b>248,990</b>

Normal Tax- @ 33%

28,186	47,289
<b>28,186</b>	<b>47,289</b>

**17. EARNINGS PER SHARE-BASIC AND DILUTED**

There is no dilutive effect on the basis earning per share of the company which is based on:

Profit attributable to ordinary share holders in Rs.	85,412	193,877
Number of ordinary shares issue	1,050,000	1,050,000
Loss per share-basis in Rs.	<b>0.08</b>	<b>0.18</b>

**18. INTEREST/MARK-UP RATE RISK EXPOSURE**

The company is exposed to interest /mark-up rate risk on some of the financial obligations. Significant financial assets /liabilities which are exposed to various rate of interest are mentioned in the respective notes to the accounts.

**19. CREDIT RISK EXPOSURE**

Credit risk represents the accounting loss that would be recognized at the reporting date if contracting parties failed completely to perform as contracted. The company believes that it is not exposed to major concentration of credit risk. Further, it manages credit risk in trade receivable by executing formal agreements with the debtors.

**20. LIQUIDITY RISK**

Liquidity risk reflects an enterprise's inability in raising funds to meet commitments. The company follows an effective cash management and planning policy to ensure availability of funds and to take appropriate measures for new requirements.

**21. FAIR VALUES OF FINANCIAL ASSETS AND LIABILITIES**

The carrying values of all financial assets and liabilities reflected in the financial statements approximate to their fair values.

**22. GENERAL**

Figures have been rounded off to the nearest of rupee and previous years have been re-arranged wherever found necessary for comparison purposes only.

**Chief Executive**

**Director**

	31-03-2016 <u>RS.</u>	30-06-2015 <u>RS.</u>
<b>4. SHARE CAPITAL</b>		
1,200,000 ordinary shares of Rs.10/- each	<u>12,000,000</u>	<u>12,000,000</u>
50,000 ordinary shares of Rs. 10/- each issued against cash	500,000	500,000
1,000,000 shares of Rs. 10/- each issued against consideration other than cash	<u>10,000,000</u>	<u>10,000,000</u>
	<u><b>10,500,000</b></u>	<u><b>10,500,000</b></u>
Pattern of shareholding is given as under:		
<b>Chief Executive/Director</b>		
Muhammad Amer Riaz	10,000,000	10,000,000
<b>Directors</b>		
Naeem Murtaza Khan Langah	<u>500,000</u>	<u>500,000</u>
	<u><b>10,500,000</b></u>	<u><b>10,500,000</b></u>
<b>5. DEFERRED TAXATION</b>		
Technical realse 27(TR 27) has been issued by the ICAP which prescribes that there is no need to provide deferred tax liabilities/assets of those companies whose entire revenue is covered under presumptive tax regime as there will be no timing differences. As the company,s entire revenue falls under section 169 of the income tax ord, 2001. therefore, no provision for deferred tax assets or liabilities is recognized in the balance sheet.		
<b>5. TRADE &amp; OTHER PAYABLES</b>		
Due to clients and others	5,854,911	9,729,829
Salaries payable	-	620,000
Audit fee payable	-	25,000
FED payable	19,790	35,240
Expenses Payable	<u>-</u>	<u>490,931</u>
	<u><b>5,874,701</b></u>	<u><b>10,901,000</b></u>
Due to clients and others represent the amounts due to customers and members on account of trades undertaken before year-end but becoming due after year-end.		
<b>6. CONTINGENCIES AND COMMITMENTS</b>		
<b>Contingencies</b>	NIL	NIL
<b>Commitments</b>	NIL	NIL